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## IN THE HOUSE OF REPRESENTATIVES

## HOUSE BILL NO. 412

## BY AGRICULTURAL AFFAIRS COMMITTEE

1	AN ACT
2	RELATING TO THE IDAHO GRAPE GROWERS AND WINE PRODUCERS COMMISSION; AMEND-
3	ING SECTION 54-3603, IDAHO CODE, TO DEFINE A TERM AND TO MAKE TECHNI-
4	CAL CORRECTIONS; AMENDING SECTION 54-3605, IDAHO CODE, TO REVISE THE
5	POWERS AND DUTIES OF THE COMMISSION; AMENDING SECTION 54-3606, IDAHO
6	CODE, TO REVISE PROVISIONS RELATING TO RESEARCH, ADVERTISING AND EDUCA-
7	TIONAL CAMPAIGNS; AND AMENDING CHAPTER 36, TITLE 54, IDAHO CODE, BY THE
8	ADDITION OF A NEW SECTION 54-3606A, IDAHO CODE, TO PROVIDE FOR POWERS
9	ASSOCIATED WITH THE PROMOTION OF IDAHO GRAPE PRODUCTS, TO PROVIDE THAT
10	IN CONDUCTING SPECIFIED ACTIVITIES CERTAIN LICENSES, PERMITS OR REGIS-
11	TRATION OR NOTIFICATION TO A PUBLIC OFFICIAL SHALL NOT BE REQUIRED, TO
12	PROVIDE THAT SPECIFIED ACTIVITIES SHALL INCLUDE, BUT NOT BE LIMITED TO,
13	DISPENSING OR SERVING SAMPLES OF WINE ON PREMISES NOT LICENSED FOR THE
14	SALE OF WINE BY THE INDIVIDUAL GLASS OR OPENED BOTTLE AND TO PROVIDE FOR
15	LIMITATIONS.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 54-3603, Idaho Code, be, and the same is hereby amended to read as follows:

54-3603. DEFINITIONS. As used in this chapter:

- (1) "Account" means the Idaho grape growers and wine producers account in the dedicated fund.
- (2) "Commission" means the Idaho grape growers and wine producers commission.
- (3) "Grower" means any person who owns, operates or plants a native vineyard of four (4) or more acres.
- (4) "Idaho grape product" means juices, raisins, wines and other grape by-products produced in Idaho and grapes grown in Idaho for the production of juices, raisins, wines and other grape by-products.
- (5) "Native vineyard" means acreages planted in vinifera and/or other grapes cultivated primarily for the purpose of vinification.
- $(\underline{56})$  "Person" means any partnership, association, corporation, cooperative or other business unit or device.
- (67) "Producer" means any person who owns, operates or conducts a bonded winery within this state where at least five hundred (500) cases of wine per year, are vinified in whole or in part for sale.
- (78) "Winery" means a place, premises and/or establishment within the state of Idaho for the manufacture and/or bottling of wine for sale.
- SECTION 2. That Section 54-3605, Idaho Code, be, and the same is hereby amended to read as follows:

54-3605. POWERS AND DUTIES OF COMMISSION. The commission shall have, but is not limited to, the following powers and duties:

- (1) To elect a chairman and such other officers as it deems advisable.
- (2) To appoint and employ, and at its pleasure discharge, all necessary agents, employees and professional personnel and other personnel, including experts in agriculture and the publicizing of wines and to prescribe their duties and fix their compensation.
- (3) To establish offices and incur expense and enter into contracts and to create such liabilities as may be reasonable for the proper administration and enforcement of this act.
  - (4) To find new markets for grapes and <a>Idaho</a> grape products.
- (5) To give, publicize and promulgate reliable information showing the value of grapes and <u>Idaho</u> grape products for any purpose for which they are found useful and profitable.
- (6) To investigate and participate in studies of the problems to the growers of grapes in the state of Idaho.
- (7) To take such action as the commission deems necessary or advisable in order to promote grapes for juices, raisins, wines and other grape by-products Idaho grape products.
  - (8) To enter into such contracts as may be necessary or advisable.
- (9) To make use of such advertising means and methods as the commission deems advisable and to enter into contracts and agreements for research and advertising within and without the state of Idaho.
- (10) To cooperate with any local, state or national organization or agency, whether voluntary or created by the law of any state, or the United States, engaged in work or activity similar to the work and activities of the commission, and to enter into contracts and agreements with such organizations or agencies for carrying on a joint campaign of research, education, product protection, publicity and reciprocal enforcement of these objects.
- (11) To protect brands, marks, packages, brand names or trademarks being promoted by the commission.
- (12) To do any and all things that will promote grapes for juices, raisins, wines and other grape by-products Idaho grape products.
- (13) To keep an accurate record of all its dealings, which shall be open to inspection by the state controller.
  - (14) To sue and be sued.

- (15) To adopt and from time to time alter, rescind, modify and/or amend all proper and necessary rules and orders for the exercise of its powers and performance of its duties under this act.
- SECTION 3. That Section 54-3606, Idaho Code, be, and the same is hereby amended to read as follows:
- 54-3606. RESEARCH -- INVESTIGATION. The commission shall provide for and conduct comprehensive and extensive research, advertising and educational campaigns as the <u>Idaho</u> grape erop and wine product, sales and market conditions reasonably require. It will investigate and ascertain the needs of growers, conditions of the market and extent to which public convenience and necessity require research and advertising.

SECTION 4. That Chapter 36, Title 54, Idaho Code, be, and the same is hereby amended by the addition thereto of a  $\underline{\text{NEW SECTION}}$ , to be known and designated as Section 54-3606A, Idaho Code, and to read as follows:

54-3606A. PROMOTION OF IDAHO GRAPE PRODUCTS. (1) In addition to the powers and duties set forth in section 54-3605, Idaho Code, the commission shall have, but is not limited to, the following powers to promote Idaho grape products:

- (a) To host, sponsor or participate in activities and events dispensing or serving Idaho grape products to retailers, distributors, importers, evaluators, judges and members of the public. The commission may charge an admission charge to an activity or event.
- (b) To host, sponsor or participate in activities and events promoting new markets for Idaho grape products, publicizing reliable information showing the value of Idaho grape products, or promoting research or education benefiting Idaho grape products and Idaho producers, wineries and growers. The commission may charge an admission charge to an activity or event.
- (c) To solicit and receive donations of Idaho grape products for the purpose of promoting Idaho grape products.
- (d) To purchase Idaho grape products for the purpose of promoting Idaho grape products.
- (e) To donate Idaho grape products to activities, events, trade groups and other individuals and entities for the purpose of promoting Idaho grape products.
- (f) To donate Idaho grape products to persons or associations for benevolent, charitable or public purposes, subject to the provisions of section 23-1336, Idaho Code.
- (2) Notwithstanding any other provision of law including, but not limited to, chapter 13, title 23, Idaho Code, the following shall apply to the commission's activities under this section:
  - (a) The commission and the property owner, lessee and operator shall not be required to hold or obtain any license, permit or registration or to provide any notification to a public official to enable the commission, commission members, volunteers authorized by the commission and commission employees to engage in the activities authorized by this section.
  - (b) The activities of the commission, volunteers authorized by the commission, commission members and commission employees authorized by this section include, but are not limited to, dispensing or serving samples of wine on premises not licensed for the sale of wine by the individual glass or opened bottle.
- (3) In the performance of activities authorized by this section, the commission shall observe the following limitations:
  - (a) The commission shall not receive any payment for the Idaho grape products it serves, dispenses or donates under this section. The receipt of an admission charge to an activity or event is not the receipt of payment by the commission for Idaho grape products for the purposes of this section.

- (b) Individuals not serving as commission members, acting as volunteers authorized by the commission, or who are not commission employees are not authorized by this section to serve or dispense Idaho grape products. Nothing in this section shall prohibit an individual who is otherwise authorized by law to serve or dispense Idaho grape products from serving or dispensing such Idaho grape products.
- (c) Where the commission dispenses or serves wine, the persons dispensing or serving wine and the recipients of the wine dispensed or served must be of legal drinking age.